

UNITED STATES POSTAL SERVICE

FY2017

CONGRESSIONAL BUDGET SUBMISSION

BUDGET WORKPAPERS

**U.S. POSTAL SERVICE
FISCAL YEAR 2017
PRESIDENT'S BUDGET HIGHLIGHTS**

ITEM	FY 2015 ACTUAL	USPS FY 2016 ESTIMATE	OMB PROPOSED ADJ.	OMB FY 2016 ESTIMATE	USPS FY 2017 ESTIMATE	OMB PROPOSED ADJ.	OMB FY 2017 ESTIMATE
Workyears	630,822	626,667		626,667	613,249		613,249
Mail Volume (Millions of Pieces)	154,157	150,871		150,871	147,677		147,677
Mail Volume (Percent Change Over Previous Year)	-0.9%	-2.1%		-2.1%	-2.1%		-2.1%
Workyears (Percent Change Over Previous Year)	0.9%	-0.7%		-0.7%	-2.1%		-2.1%
Change in Pieces Per Workyear (Percent Change Over Previous Year)	-1.7%	-1.5%		-1.5%	0.0%		0.0%
Total Revenues and Operating Receipts	68,951,181	69,344,363		69,344,363	68,474,078		68,474,078
Total Expenses	74,010,887	75,239,611		75,239,611	72,671,240		72,671,240
Net Income or (Loss)	(5,059,706)	(5,895,248)		(5,895,248)	(4,197,162)		(4,197,162)
Capital Commitments (\$000) Total	1,687,702	1,789,771		1,789,771	1,465,586		1,465,586
Capital Commitments (\$000) Current	1,491,585	1,789,771		1,789,771	1,465,586		1,465,586
Capital Outlays (\$000)	1,440,610	1,823,744		1,823,744	1,912,994		1,912,994

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**COST SEGMENT 1
Postmasters**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	20,281	20,958	677	3.3%	20,841	(117)	-0.6%
Expenses (\$000):							
Salaries and Benefits	1,655,257	1,919,055	263,798	15.9%	1,954,296	35,241	1.8%
Travel and Transportation of Persons	22,641	23,204	563	2.5%	23,313	108	0.5%
Transportation of Things	-	-	-	0.0%	-	-	0.0%
Benefits of Former Personnel	1,676	1,874	199	11.9%	1,874	-	0.0%
Total	1,679,574	1,944,134	264,560	15.8%	1,979,483	35,349	1.8%

Description:

This segment includes personnel costs that can be attributed to postmasters and district managers/postmasters. Segment 1 costs consist of the salaries, benefits, travel, and relocation costs recorded in general ledger sub-accounts 101 and 102. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 2
Professionals and Supervisors**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	34,793	34,495	(298)	-0.9%	34,077	(418)	-1.2%
Expenses (\$000):							
Salaries and Benefits	3,160,806	3,193,227	32,420	1.0%	3,231,227	38,000	1.2%
Travel and Transportation of Persons	21,561	22,086	525	2.4%	22,189	103	0.5%
Transportation of Things	-	-	-	0.0%	-	-	0.0%
Benefits of Former Personnel	94	105	11	11.9%	105	-	0.0%
Total	3,182,461	3,215,418	32,957	1.0%	3,253,521	38,103	1.2%

Description:

This segment includes personnel costs that can be attributed to supervisors and technical personnel in field installations, except those in custodial, building, and equipment maintenance activities (Segment 11), motor vehicle service activities (Segment 12), and miscellaneous local operations (Segment 13). Managers of postal installations other than post offices are covered by this segment. Segment 2 costs consist of the salaries, benefits, travel, and relocation costs recorded in general ledger sub-accounts 103 and 130. Also included are accounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 3
Clerks and Mail Handlers CAG A-J**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	197,117	194,329	(2,788)	-1.4%	187,475	(6,854)	-3.5%
Expenses (\$000):	-	-	-	0.0%	-	-	0.0%
Salaries and Benefits	14,207,920	13,981,085	(226,835)	-1.6%	13,729,520	(251,565)	-1.8%
Travel and Transportation of Persons	10,563	10,826	264	2.5%	10,877	50	0.5%
Transportation of Things	-	-	-	0.0%	-	-	0.0%
Benefits of Former Personnel	(1)	(1)	(0)	11.9%	(1)	-	0.0%
Total	14,218,482	13,991,910	(226,572)	-1.6%	13,740,395	(251,515)	-1.8%

Description:

This segment includes personnel costs that can be attributed to clerks and mail handler personnel in CAG A-J post offices, their classified stations and branches, processing and distribution centers/facilities, air mail centers, network distribution centers, and remote encoding centers. Segment 3 costs consist of the salaries, benefits, travel and relocation recorded in general ledger sub-accounts 104 and 107. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 4
Clerks CAG K**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	3,838	3,770	(68)	-1.8%	3,670	(100)	-2.6%
Expenses (\$000):							
Salaries and Benefits	174,777	174,866	89	0.1%	174,476	(390)	-0.2%
Travel and Transportation of Persons	1,685	1,727	42	2.5%	1,735	8	0.5%
Transportation of Things	-	-	-	0.0%	-	-	0.0%
Benefits of Former Personnel	-	-	-	0.0%	-	-	0.0%
Total	176,462	176,593	131	0.1%	176,211	(382)	-0.2%

Description:

This segment includes personnel costs that can be attributed to clerks in CAG K post offices. Segment 4 costs consist of the salaries, benefits, travel, and relocation recorded in general ledger sub-account 105. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 6
City Delivery Carriers**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	211,010	209,755	(1,254)	-0.6%	206,989	(2,767)	-1.3%
Expenses (\$000):							
Salaries and Benefits	15,563,173	15,446,219	(116,954)	-0.8%	15,381,413	(64,806)	-0.4%
Travel and Transportation of Persons	7,469	7,656	186	2.5%	7,692	36	0.5%
Transportation of Things	-	-	-	0.0%	-	-	0.0%
Benefits of Former Personnel	(1)	(1)	(0)	11.9%	(1)	-	0.0%
Total	15,570,642	15,453,874	(116,768)	-0.7%	15,389,103	(64,770)	-0.4%

Description:

This segment includes personnel costs that can be attributed to city delivery carriers. Segment 6 includes office activity, and Segment 7 includes street activity. Segment 6 and 7 costs consist of the salaries, benefits, travel and relocation recorded in general ledger sub-account 113. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 8
Vehicle Drivers**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	8,308	8,314	5	0.1%	8,139	(175)	-2.1%
Expenses (\$000):							
Salaries and Benefits	644,138	648,581	4,443	0.7%	645,105	(3,476)	-0.5%
Travel and Transportation of Persons	21	21	1	2.5%	22	0	0.5%
Transportation of Things	-	-	-	0.0%	-	-	0.0%
Benefits of Former Personnel	-	-	-	0.0%	-	-	0.0%
Total	644,159	648,602	4,444	0.7%	645,126	(3,476)	-0.5%

Description:

This segment includes personnel costs that can be attributed to vehicle service drivers. Segment 8 costs consist of the salaries, benefits, travel, and relocation costs recorded in general ledger sub-account 114. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 10
Rural Carriers**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	99,715	100,421	707	0.7%	99,844	(577)	-0.6%
Expenses (\$000):							
Salaries and Benefits	6,673,998	6,768,985	94,987	1.4%	6,829,534	60,549	0.9%
Travel and Transportation of Persons	2,837	2,908	71	2.5%	2,922	14	0.5%
Transportation of Things	512,901	493,397	(19,504)	-3.8%	502,789	9,392	1.9%
Benefits of Former Personnel	-	-	-	0.0%	-	-	0.0%
Total	7,189,736	7,265,290	75,554	1.1%	7,335,245	69,955	1.0%

Description:

This segment includes personnel costs that can be attributed to rural carriers. Segment 10 costs consist of the salaries, benefits, travel, and relocation costs recorded in general ledger sub-account 112. Also included are amounts recorded in account identifier codes related to the same sub-accounts. Rural carrier equipment maintenance allowance costs (52462) are included in this segment.

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**COST SEGMENT 11
Building, Plant and Operating Equipment**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	38,071	36,869	(1,202)	-3.2%	34,677	(2,191)	-5.9%
Expenses (\$000):							
Salaries and Benefits	3,095,125	3,000,399	(94,726)	-3.1%	2,872,934	(127,465)	-4.2%
Travel and Transportation of Persons	6,862	7,033	171	2.5%	7,066	33	0.5%
Transportation of Things	-	-	-	0.0%	-	-	0.0%
Benefits of Former Personnel	(0)	(0)	(0)	11.9%	(0)	-	0.0%
Other Services	43,005	44,237	1,232	2.9%	45,394	1,157	2.6%
Total	3,144,991	3,051,668	(93,322)	-3.0%	2,925,394	(126,275)	-4.1%

Description:

This segment includes all personnel costs, including supervision, that can be attributed to building services, postal operating, building, and plant equipment maintenance, maintenance administrative support, and repair center activities. Segment 11 costs consist of the salaries, benefits, travel and relocation costs recorded in general ledger sub-accounts 121, 123, 125, 127, and 153. Also included are amounts recorded in account identifier codes related to the same sub-accounts. Costs for contract cleaners (52311) are included in this segment.

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**COST SEGMENT 12
Vehicle Maintenance**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	6,224	6,249	25	0.4%	6,076	(173)	-2.8%
Expenses (\$000):							
Salaries and Benefits	511,098	516,622	5,524	1.1%	514,063	(2,558)	-0.5%
Travel and Transportation of Persons	162	164	2	1.3%	165	1	0.5%
Transportation of Things	19,734	19,329	(405)	-2.0%	19,641	312	1.6%
Benefits of Former Personnel	-	-	-	0.0%	-	-	0.0%
Communication, Utilities, and Misc.	-	-	-	0.0%	-	-	0.0%
Other Services	264,565	271,396	6,831	2.6%	277,779	6,383	2.4%
Supplies and Materials	361,664	371,889	10,224	2.8%	381,057	9,168	2.5%
Inventory Adjustments	414,137	424,961	10,825	2.6%	434,948	9,987	2.4%
Total	1,571,360	1,604,361	33,001	2.1%	1,627,653	23,292	1.5%

Description:

This segment includes all personnel costs, including supervision, that can be attributed to motor vehicle maintenance services. Segment 12 costs consist of the salaries, benefits, travel and relocation recorded in general ledger sub-account 141. Also included are amounts recorded in account identifier codes related to the same sub-accounts. Costs for motor vehicle supplies, materials, maintenance, and vehicle hire are included in this segment.

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**COST SEGMENT 13
Miscellaneous Field Operations**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	284	285	1	0.3%	284	(1)	-0.4%
Expenses (\$000):							
Salaries and Benefits	168,139	48,376	(119,763)	-71.2%	216,732	168,356	348.0%
Travel and Transportation of Persons	15,685	15,713	28	0.2%	15,806	94	0.6%
Transportation of Things	35,061	81,853	46,792	133.5%	48,699	(33,154)	-40.5%
Benefits of Former Personnel	-	-	-	0.0%	-	-	0.0%
Communication, Utilities, and Misc.	0	0	-	0.0%	0	-	0.0%
Other Services	72,156	74,330	2,174	3.0%	76,274	1,944	2.6%
Supplies and Materials	201,842	172,107	(29,734)	-14.7%	166,390	(5,717)	-3.3%
Total	492,882	392,379	(100,503)	-20.4%	523,902	131,523	33.5%

Description:

This segment includes personnel costs that can be attributed to the Mail Equipment Shops, the Facilities Field Offices, and the Purchasing Field Service Centers. Segment 13 costs consist of the salaries, benefits, travel, and relocation costs recorded in general ledger sub-accounts 142, 146, and 148. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 14
Transportation**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions	-	-	-	0.0%	-	-	0.0%
Workyears	-	-	-	0.0%	-	-	0.0%
Expenses (\$000):							
Transportation of Things	6,579,079	7,005,382	426,302	6.5%	7,279,407	274,026	3.9%
Total	6,579,079	7,005,382	426,302	6.5%	7,279,407	274,026	3.9%

Description:

This segment includes the cost of non-Postal Service contractual resources used to transport domestic mail between Postal Service facilities within the United States of America. Air, highway, rail, and water transportation modes are included. (Note: The cost of the Postal Services used to transport mail, which include Vehicle Service Drivers and Postal Service owned vehicles, are included in Cost Segment 8). This segment also includes the costs of transporting international mail between the United States and foreign countries. Additionally, Segment 14 includes the impact of fluctuations in the international currency conversion (known as Special Drawing Rights or SDRs) on international transportation costs. The cost of overseas military and official U.S. Government mail and an exactly offsetting reimbursement from the U. S. Government is also included in this segment.

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**COST SEGMENT 15
Building Occupancy**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	-	-	-	0.0%	-	-	0.0%
Expenses (\$000):							
Transportation of Things	83	193	111	133.6%	115	(78)	-40.5%
Rental Payments to GSA	33,178	39,578	6,400	19.3%	40,613	1,035	2.6%
Rental Payments to Others	990,941	1,182,098	191,157	19.3%	1,213,021	30,924	2.6%
Communications, Utilities, and Misc.	715,295	711,505	(3,790)	-0.5%	724,812	13,307	1.9%
Other Services	218,946	221,398	2,452	1.1%	223,745	2,347	1.1%
Equipment	-	-	-	0.0%	-	-	0.0%
Capitalized Leases	(93,355)	(111,363)	(18,009)	19.3%	(114,277)	(2,913)	2.6%
Total	1,865,088	2,043,409	178,321	9.6%	2,088,031	44,621	2.2%

Description:

This segment includes the non-capital related non-personnel costs of occupying and maintaining Postal Service owned and rented facilities. These costs include rent, heating fuel, building repairs and alterations, and utilities, such as gas, electricity, and water.

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**COST SEGMENT 16
Supplies and Services**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	81	82	0	0.3%	81	(0)	-0.4%
Expenses (\$000):							
Salaries and Benefits	9,014	9,192	178	2.0%	9,354	162	1.8%
Travel and Transportation of Persons	103	106	3	2.5%	106	0	0.5%
Transportation of Things	1,846	1,961	115	6.2%	1,992	30	1.6%
Benefits of Former Personnel	-	-	-	0.0%	-	-	0.0%
Communications, Utilities and Misc.	112,935	108,325	(4,610)	-4.1%	110,576	2,251	2.1%
Printing and Reproduction	63,199	57,117	(6,083)	-9.6%	56,282	(835)	-1.5%
Other Services	1,630,384	1,954,697	324,314	19.9%	1,928,732	(25,966)	-1.3%
Supplies and Materials	754,461	749,653	(4,808)	-0.6%	759,311	9,658	1.3%
Equipment	1,051	1,173	122	11.6%	1,202	30	2.5%
Inventory Adjustments	384,687	381,503	(3,184)	-0.8%	390,165	8,662	2.3%
Total	2,957,680	3,263,726	306,046	10.3%	3,257,720	(6,006)	-0.2%

Description:

This segment includes the non-personnel cost of supplies and spare parts, and the personnel cost of employees at Material Distribution Centers who purchase and maintain inventories of postal supplies and spare parts, and then distribute them to postal installations. Also included is the cost of internet and phone services, printing and reproduction, including postage stock and other accountable paper, and the cost of contractual and other services, except those related to the transportation of mail which are included in Cost Segment 14, and those related to Headquarters Administration which are included in Cost Segment 18.

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**COST SEGMENT 17
Research and Development**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions	-	-	-	0.0%	-	-	0.0%
Workyears	-	-	-	0.0%	-	-	0.0%
Expenses (\$000):							
Other Services	27,998	26,959	(1,039)	-3.7%	27,768	809	3.0%
Total	27,998	26,959	(1,039)	-3.7%	27,768	809	3.0%

Description:

This segment includes the costs of contractual services related to Research and Development (R&D) initiatives on new technologies and equipment which primarily include efforts to improve mail processing technology, delivery and retail technology, construction engineering, and field Industrial Engineering. Personnel costs for Postal Service employees engaged in R&D activities are described in Segment 18.

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**COST SEGMENT 18
Administration and Area Operations**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	11,068	11,108	41	0.4%	11,063	(45)	-0.4%
Expenses (\$000):							
Salaries and Benefits	9,179,169	9,006,358	(172,811)	-1.9%	9,610,216	603,859	6.7%
Travel and Transportation of Persons	37,571	38,477	906	2.4%	38,656	179	0.5%
Transportation of Things	-	-	-	0.0%	-	-	0.0%
Benefits of Former Personnel	3,162,049	3,353,010	190,961	6.0%	85,864	(3,267,146)	-97.4%
Communications, Utilities and Misc.	-	-	-	0.0%	-	-	0.0%
Printing and Reproduction	1,287	2,992	1,705	132.5%	1,784	(1,208)	-40.4%
Other Services	118,798	372,557	253,759	213.6%	431,248	58,691	15.8%
Supplies and Materials	69	105	36	52.6%	77	(28)	-26.9%
Equipment	19	19	0	1.5%	20	1	2.6%
Total	12,498,962	12,773,518	274,556	2.2%	10,167,865	(2,605,652)	-20.4%

Description:

This segment includes the personnel cost of employees at Headquarters, Headquarters related Field Service Units, and Area offices. Non-personnel costs specifically related to Headquarters or Area Administration, and miscellaneous support costs and contingencies which are corporate wide in nature are also included. Other costs included are awards and lump sum payments made to employees whose personnel costs are included in Segments 15, 16, 17, and 19 and corporate wide personnel costs which are not allocated by employee category. Only those awards and lump sum payments which relate to individual performance or some other circumstances unique to one individual are included in Segment 18. Awards and lump sum payments that are made to all or most employees in an employee category are included with the personnel cost of that employee category. Corporate wide personnel costs include workers' compensation, unemployment compensation, CSRS unfunded liabilities, CSRS annuitant COLAs, annuitant health benefits, annuitant life insurance, repricing of annual leave, annuity protection program, and health benefits for employees on worker's compensation.

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**COST SEGMENT 19
Support Services**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	33	33	0	0.3%	33	(0)	-0.4%
Expenses (\$000):							
Salaries and Benefits	3,942	4,013	70	1.8%	4,077	64	1.6%
Travel and Transportation of Persons	499	512	12	2.5%	514	2	0.5%
Transportation of Things	-	-	-	0.0%	-	-	0.0%
Benefits of Former Personnel	-	-	-	0.0%	-	-	0.0%
Other Services	51,862	39,934	(11,928)	-23.0%	39,884	(51)	-0.1%
Supplies and Materials	422	324	(98)	-23.2%	324	(0)	0.0%
Total	56,726	44,783	(11,943)	-21.1%	44,799	16	0.0%

Description:

This segment includes the non-personnel cost of equipment maintenance training supplies and services, and the personnel cost of employees at the Maintenance Technical Support Center.

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**U.S. POSTAL SERVICE
FISCAL YEAR 2017
PRESIDENT'S BUDGET HIGHLIGHTS**

**COST SEGMENT 20
Depreciation and Servicewide**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	-	-	-	0.0%	-	-	0.0%
Expenses (\$000):							
Other Services	16,615	25,153	8,538	51.4%	19,236	(5,917)	-23.5%
Supplies and Materials	1,907	1,664	(242)	-12.7%	1,626	(38)	-2.3%
Equipment	-	-	-	0.0%	-	-	0.0%
Insurance Claims and Indemnities	103,488	126,348	22,860	22.1%	112,972	(13,376)	-10.6%
Interest	185,020	200,295	15,275	8.3%	207,302	7,007	3.5%
Land and Structures	-	-	-	0.0%	-	-	0.0%
Depreciation	1,847,577	1,984,146	136,568	7.4%	1,868,481	(115,665)	-5.8%
Total	2,154,607	2,337,607	182,999	8.5%	2,209,617	(127,990)	-5.5%

Description:

This segment includes the cost of capital plant and equipment which consists of depreciation, amortization, and interest on debt. All Postal Service debt currently outstanding was incurred for the acquisition of capital. Also included in Segment 20 are claims, losses, and other non-capital amounts written off. Interest on retirement liabilities is reflected in Segment 20 so that all interest is included together in the same segment.

ACTUAL FISCAL YEAR: 2015

**U.S. POSTAL SERVICE
FISCAL YEAR 2017
PRESIDENT'S BUDGET HIGHLIGHTS**

**COST SEGMENT 21
Capital Investments**

	Actual FY 2015	Estimate FY 2016	Change Amount FY 2016	Percent Change FY 2016	Estimate FY 2017	Change Amount FY 2017	Percent Change FY 2017
Resources:							
Positions							
Workyears	-	-	-	0.0%	-	-	0.0%
Expenses (\$000):							
Construction	21,831	302,046	280,215	1283.6%	302,032	(14)	0.0%
Building Improvements	407,121	100,000	(307,121)	-75.4%	100,000	-	0.0%
Mail Processing Equipment	3,033	506,514	503,481	16599.5%	545,782	39,268	7.8%
Vehicles	551,747	231,650	(320,097)	-58.0%	179,000	(52,650)	-22.7%
Retail Equipment	250	72,360	72,110	28844.0%	-	(72,360)	-100.0%
Postal Support Equipment	703,720	577,200	(126,520)	-18.0%	338,772	(238,428)	-41.3%
Total	1,687,702	1,789,771	102,068	6.0%	1,465,586	(324,184)	-18.1%

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ACTUAL FISCAL YEAR: 2015

**U.S. POSTAL SERVICE
FISCAL YEAR 2017
PRESIDENT'S BUDGET HIGHLIGHTS**

**COST SEGMENT 21
Capital Investments (continued)**

Descriptions:

Construction and Building Improvements

This category includes funds for acquisition of sites, design and construction of new postal owned buildings, purchase of existing facilities, and improvement to existing leased and owned post office buildings.

Mail Processing Equipment:

The funds planned in this program are for the purchase of fixed mechanization, non-fixed mechanization and other mail handling equipment. Fixed mechanization is custom made to meet the requirements for a particular mail handling operation or a specific building. Non-fixed mechanization consists of automated modules of equipment such as Delivery Bar Code Sorters (DBCS), Automated Flat Sorting Machines (AFMS), upgrade and retrofit kits, etc. This program is directed toward reducing costs in mail processing operations.

Vehicles:

The vehicle program consists of four vehicle requirement categories: carrier motorization, bulk transfer vehicles for delivery and intra/inter transport of the mails, law enforcement vehicles for postal inspector surveillance, and other maintenance of vehicles and buildings.

Customer Service Equipment:

This equipment supports post office lobby, window, and self-service programs. The Postal Service's objective is to render new and improved services to postal customers in the retail areas of post offices.

Postal Support Equipment:

Support equipment consists of such items as office machines and furniture, maintenance equipment, and automatic data processing equipment.

ACTUAL FISCAL YEAR: 2015